Page 27, line 1, strike "State" and insert "State, Territory, or Indian tribe"

Page 28, strike lines 12 through 15 and insert the following:

"(1) IN GENERAL.—The Federal share of the cost of carrying out a program for which assistance is provided under this part-

"(A) for new grants, may not exceed 80 percent of the total cost for the first year of the grant, 65 percent for the second year, and 50 percent for each remaining year; and

"(B) for continuing grants, may not exceed 50 percent of the total cost of the program. Page 31, line 19, strike "and" the first

place such term appears.

Page 31, line 20, insert before the period at the end the following: ", and community colleges serving predominantly minority populations'

Page 31, line 24, through page 32, line 1, strike "a grant is made" and insert "assistance is provided"

Page 36, lines 18 through 19, strike "a public or private nonprofit organization," and insert "or a public or private nonprofit organization (including grant-making entities), a public or private elementary or secondary school, a local educational agency,

Page 37, line 2, insert a comma after "postsecondary

Page 37, lines 16 through 17, strike "senior centers and communities, schools, libraries, and other" and insert "in senior centers and communities, in schools, in libraries, and in other"

Page 38, line 6, strike "and"

Page 38, after line 6, insert the following:

"(8) establish or implement summer of service programs during the summer months, including the cost of recruitment, training, and placement of service-learning coordinators-

"(A) for youth who will be enrolled in any grade from grade 6 through grade 12 at the end of the summer concerned:

(B) for community-based service-learning projects that-

'(i) shall—

"(I) meet unmet human, educational, environmental (including energy conservation and stewardship), emergency and disaster preparedness, and public service needs; and

"(II) be intensive, structured, supervised, and designed to produce identifiable improvements to the community; and

"(ii) may include the extension of academic year service-learning programs into the summer months;

"(C) under which any student who completes 100 hours of service in an approved summer of service position, as certified through a process determined by the Corporation through regulations consistent with section 138(f), shall be eligible for a summer of service educational award of not more than \$500 (or, at the discretion of the Chief Executive Officer, not more than \$1,000 in the case of a participant who is economically disadvantaged) from funds deposited in the National Service Trust and distributed by the Corporation as described in section 148: and

(D) subject to the limitation that a student may not receive more than 2 summer of service educational awards from funds deposited in the National Service Trust; and".

Page 38, line 7, redesignate (8) as (9).

Page 40, lines 12 through 13, strike "50 percent of the total cost of the program" insert "75 percent of the total cost of the program in the first year of the grant and 50 percent of the total cost of the program in the remaining years of the grant, including if the grant is extended for a fourth year

Page 42, strike lines 24 through 25 and insert the following:

(ii) by striking "Federal share of the cost" and inserting "Corporation share of the cost, including member living allowances, employment-related taxes, health care coverage, and worker's compensation and other necessary operation costs,"

Page 43, strike lines 1 through 4.

Page 43, lines 5 and 8, redesignate (iv) and (v) as (iii) and (iv), respectively.

Page 45, line 11, strike "to the Congress" and insert "to the Committee on Education and Labor of the House of Representatives and the Committee on Health, Education, Labor, and Pensions of the Senate"

Page 49, line 6, insert after "services" the following: ", provision of supportive services to direct mentoring service organizations (in the case of a partnership), or"

Page 53, strike lines 13 through 16 and insert the following:

"(2) MATCHING REQUIREMENT.—In making grants to a State under this subsection, the Corporation shall require the State to provide matching funds of \$1 from non-Federal sources for every \$1 provided by the Corporation.

"(3) ALTERNATIVE.—Notwithstanding paragraph (2), the Chief Executive Officer may permit a State that demonstrates hardship or a new State Commission to use an alternative match as follows:".

Page 57, line 14, before the period at the end insert ", or 0.5 percent of the amount allocated for the State formula under this section, whichever is greater".

Page 62 after line 11 insert the following: "SEC. 129B. PILOT AUTHORITY FOR MEMBER-SE-LECTED NATIONAL SERVICE POSI-

"(a) AUTHORITY.-

"(1) IN GENERAL.—From the amounts appropriated for a fiscal year under this subtitle and consistent with the restriction in subsection (b), the Corporation may provide fixed amount grants on a competitive basis to up to 10 State Commissions to support member-selected approved national service positions.

"(2) LIMITATION.—The Corporation shall award grants under paragraph (1) to support not more than 500 approved national service positions among the participating States.

"(b) Limits ON CORPORATION GRANT FUNDS -

"(1) IN GENERAL.—Grants awarded under subsection (a)(1) shall not exceed \$600 per individual enrolled in an approved national service position under this section.

"(2) USE OF GRANT FUNDS.—Grants received by State Commissions under subsection (a)(1)

"(A) shall not be distributed to organizations receiving participants with approved national service positions under this section; and

"(B) may—

"(i) be used for oversight activities and mechanisms for the service sites as determined by the State Commission or the Corporation, which may include site visits;

"(ii) be used for activities to augment the experience of AmeriCorps participants in approved national service positions under this section, including activities to engage such participants in networking opportunities with other AmeriCorps participants; and

(iii) be used for recruitment or training activities for participants in approved national service positions under this section.

(c) STATE COMMISSION APPLICATION.

"(1) IN GENERAL.—A State Commission desiring to receive a grant under subsection (a)(1) shall submit an application to the Corporation at such time, in such manner, and containing such information as the Corporation shall determine appropriate.

'(2) APPROVAL.—The Corporation shall approve each application under paragraph (1) in accordance with section 130(d).

"(d) SELECTION OF PARTICIPANTS.-

"(1) APPLICANTS.—Participants desiring to receive an approved national service position under this section shall submit an application to the State Commission at such time and in such manner as the State Commission determines appropriate. The application shall contain-

"(A) a position description that includes-"(i) the unmet human, educational, public safety, or environmental need or needs that will be met by the participant; and

"(ii) a description of the activities and responsibilities that will be carried out by the participant;

"(B) a description of the organization operating the service site where the applicant intends to complete the service described in subparagraph (A):

"(C) a description of the support that will be provided by the organization to the participant to complete the activities described in subparagraph (A);

"(D) the evidence of community support for the activities described in subparagraph (A):

"(E) a certification from the organization operating the service site that the organization is accepting the participant to perform the service outlined in subparagraph (A);

"(F) a certification from the organization operating the service site that the organization satisfies qualification criteria established by the Corporation or the State Commission, including standards relating to organizational capacity, financial management, and programmatic oversight; and

"(G) any other information that the Corporation and the State Commission deems

necessary.

"(2) Residency.—A participant may apply for approved national service positions under this section in States other than the State in which the participant resides.

"(e) ORGANIZATION REQUIREMENTS.—The Corporation and the State Commissions shall ensure that the organizations receiving participants with approved national service positions under this section-

'(1) maintain not more than 5 full-time staff and not more than 5 part-time staff; and

"(2) are not duplicating service provided by an existing AmeriCorps grantee in the same community; and

"(3) are located in a community where no Intermediary AmeriCorps grants recipient is operating; and

"(4) have not applied to receive assistance under this subtitle.

"(f) FAILURE TO COMPLY.-If an organization receiving a participant with an approved national service position under this section fails to comply with terms and conditions established by the State Commission and the Corporation-

"(1) the organization shall not be eligible to receive such a participant, or receive an AmeriCorps grant under section 121, for not less than 5 years; and

"(2) the State Commission shall have the right to remove such a participant from the organization and relocate that individual to another site.

(g) RECEIPT OF FINANCIAL ASSISTANCE -An organization that receives participants with approved national service positions under this section shall not be considered a recipient of Federal financial assistance based on receiving such participants.

"(h) DEFINITION.-For the purpose of this section, the term 'Intermediary AmeriCorps grants recipient' means any organization that serves as a conduit between the Corporation and other unaffiliated organizations operating service sites.

Page 72, line 11, strike "111(a)(5)" and insert "118(c)(8)".